

Fiscal Note 2009 Biennium

Bill # HB0347	HR0347			Revise law on school trustee letting contracts and bids			
Bit ii		Title.	Olds				
Primary Sponsor: Boggio, Scott		Status:	As Amende	ed			
☐ Significant Local Gov Impact	☐ Needs to be inc	cluded in HB 2		Technical Concerns			
☐ Included in the Executive Budge	et 🔲 Significant Long	☐ Significant Long-Term Impacts ☐ Dedicated Revenue Form Att		Form Attached			
		SUMMARY	7	TT 0010	TV 4044		
	FY 2008	FY 2009		FY 2010	FY 2011		
	<u>Difference</u>	<u>Difference</u>	2	<u>Difference</u>	<u>Difference</u>		
Expenditures:							
General Fund	\$0		\$0	\$0	\$0		
Revenue:							
General Fund	\$0		\$0	\$0	\$0		
Net Impact-General Fund Balance			<u>\$0</u>	\$0	\$0		

FISCAL ANALYSIS

Assumptions:

- 1. This bill has no fiscal impact to the state.
- 2. All solicitations, contracts, and project management will be the responsibility of local school districts.

Technical Notes:

- 1. As amended, HB 347 would establish the same competitive procurement level for all school districts, municipalities and counties.
- 2. Per 18-2-103(4) MCA current state construction bidding requirements are: <\$25,000 permitted to be by direct contract; three informal bids between \$25,000 and \$75,000; formal bidding procedure for construction over \$75,000.
- 3. State procurement rules under 18-4-205 MCA and ARM 2.5.603 permit purchasing in a direct manner up to \$5,000 and a limited solicitation process between \$5,001 and \$25,000.
- 4. 7-5-2301 and 7-5-4301 MCA establish the bidding requirement for construction and equipment as being in excess of \$50,000 for counties and municipalities, respectively.

Sponsor's Initials	Date	Budget Director's Initials	Date